

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

		Reviewed		
		Current Period		
		31 March 2018		
ASSETS	Note	TRY	FC	TOTAL
I. FINANCIAL ASSETS (NET)		56.229.484	40.199.647	96.429.131
1.1 Cash and Cash Equivalents		14.167.755	30.867.342	45.035.097
1.1.1 Cash and Balances with Central Bank	(1)	9.699.459	26.044.973	35.744.432
1.1.2 Banks	(3)	600.293	4.822.369	5.422.662
1.1.3 Money Markets		3.868.003	0	3.868.003
1.2 Financial Assets at Fair Value Through Profit or Loss	(2)	10.229.225	1.148	10.230.373
1.2.1 Government Debt Securities		10.109.203	0	10.109.203
1.2.2 Equity Instruments		70	921	991
1.2.3 Other Financial Assets		119.952	227	120.179
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(4)	12.517.065	6.112.717	18.629.782
1.3.1 Government Debt Securities		12.490.453	6.054.608	18.545.061
1.3.2 Equity Instruments		26.612	58.109	84.721
1.3.3 Other Financial Assets		-	-	-
1.4 Financial Assets Measured at Amortised Cost	(6)	19.330.928	2.755.154	22.086.082
1.4.1 Government Debt Securities		19.286.030	2.755.154	22.041.184
1.4.2 Other Financial Assets		44.898	0	44.898
1.5 Derivative Financial Assets	(11)	20	463.417	463.437
1.5.1 Derivative Financial Assets at Fair Value Through Profit or Loss		20	463.417	463.437
1.5.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-
1.6 Non – Performing Financial Assets		-	-	-
1.7 Expected Loss Provision (-)	(5)	15.509	131	15.640
II. LOANS (Net)		149.932.933	71.786.085	221.719.018
2.1 Loans	(5)	148.609.466	69.474.668	218.084.134
2.1.1 Measured at Amortised Cost		148.609.466	69.474.668	218.084.134
2.1.2 Fair Value Through Profit or Loss		-	-	-
2.1.3 Fair Value Through Other Comprehensive Income		-	-	-
2.2 Lease Receivables	(10)	628.387	2.013.795	2.642.182
2.2.1 Financial Lease Receivables		801.447	2.351.489	3.152.936
2.2.2 Operating Lease Receivables		-	-	-
2.2.3 Unearned Income (-)		173.060	337.694	510.754
2.3 Factoring Receivables		1.174.480	209.753	1.384.233
2.3.1 Measured at Amortised Cost		1.174.480	209.753	1.384.233
2.3.2 Fair Value Through Profit or Loss		-	-	-
2.3.3 Fair Value Through Other Comprehensive Income		-	-	-
2.4 Non- Performing Loans	(5)	6.374.604	431.770	6.806.374
2.5 Expected Credit Loss (-)		6.854.004	343.901	7.197.905
2.5.1 12 Month Expected Credit Losses (Stage I)		1.024.227	49.611	1.073.838
2.5.2 Significant Increase in Credit Risk (Stage II)		784.616	699	785.315
2.5.3 Credit – Impaired Losses (Stage III / Special Provision)		5.045.161	293.591	5.338.752
III. PROPERTY AND EQUIPMENT HELD FOR SALE PURPOSE AND RELATED TO DISCONTINUED OPERATIONS (NET)	(14)	721	-	721
3.1 Held for Sale Purpose		721	-	721
3.2 Related to Discontinued Operations		-	-	-
IV. EQUITY INVESTMENTS		75.054	358.182	433.236
4.1 Investments in Associates (Net)	(7)	22.876	358.182	381.058
4.1.1 Associates Valued Based on Equity Method		16.556	358.182	374.738
4.1.2 Unconsolidated Associates		6.320	-	6.320
4.2 Subsidiaries (Net)	(8)	52.178	-	52.178
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-
4.2.2 Unconsolidated Non- Financial Subsidiaries		52.178	-	52.178
4.3 Joint Ventures (Net)	(9)	-	-	-
4.3.1 Joint Ventures Valued Based on Equity Method		-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-
V. PROPERTY AND EQUIPMENT (Net)		4.114.152	97.968	4.212.120
VI. INTANGIBLE ASSETS (Net)		110.776	24.867	135.643
6.1 Goodwill		-	-	-
6.2 Other		110.776	24.867	135.643
VII. INVESTMENT PROPERTIES (Net)	(12)	937.954	4.952	942.906
VIII. CURRENT TAX ASSET	(13)	1.179	784	1.963
IX. DEFERRED TAX ASSET		102.206	2.437	104.643
X. OTHER ASSETS	(15)	3.080.183	491.255	3.571.438
TOTAL ASSETS		214.584.642	112.966.177	327.550.819

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 31 DECEMBER 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

		Audited		
		Prior period		
		31 December 2017		
ASSETS	Note	TRY	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	(1)	12.917.490	23.763.887	36.681.377
II. FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS (Net)	(2)	10.120.010	363.498	10.483.508
2.1 Trading financial assets		10.120.010	363.498	10.483.508
2.1.1 Public sector debt securities		10.095.327	-	10.095.327
2.1.2 Share certificates		354	886	1.240
2.1.3 Financial assets held for trading		118	362.398	362.516
2.1.4 Other marketable securities		24.211	214	24.425
2.2 Financial assets at fair value through profit and loss		-	-	-
2.2.1 Public sector debt securities		-	-	-
2.2.2 Share certificates		-	-	-
2.2.3 Loans		-	-	-
2.2.4 Other marketable securities		-	-	-
III. BANKS	(3)	677.360	5.635.807	6.313.167
IV. MONEY MARKET PLACEMENTS		1.288.168	-	1.288.168
4.1 Interbank money market placements		1.258.647	-	1.258.647
4.2 Takasbank (Clearing & Settlement Bank) Money Market placements		29.211	-	29.211
4.3 Receivables from reverse repurchase agreements		310	-	310
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(4)	11.599.564	6.099.614	17.699.178
5.1 Share certificates		24.561	54.538	79.099
5.2 Public sector debt securities		11.575.003	6.045.076	17.620.079
5.3 Other marketable securities		-	-	-
VI. LOANS AND RECEIVABLES	(5)	139.626.734	65.925.861	205.552.595
6.1 Loans and receivables		138.299.409	65.842.861	204.142.270
6.1.1 Loans extended to risk group of the Bank		-	-	-
6.1.2 Public sector debt securities		-	-	-
6.1.3 Other		138.299.409	65.842.861	204.142.270
6.2 Loans under follow-up		6.106.597	189.809	6.296.406
6.3 Specific provisions (-)		4.779.272	106.809	4.886.081
VII. FACTORING RECEIVABLES		1.051.939	159.993	1.211.932
VIII. HELD TO MATURITY INVESTMENTS (Net)	(6)	19.304.493	2.682.606	21.987.099
8.1 Public sector debt securities		19.261.098	2.682.606	21.943.704
8.2 Other marketable securities		43.395	-	43.395
IX. INVESTMENTS IN ASSOCIATES (Net)	(7)	22.590	330.548	353.138
9.1 Accounted for under equity method		16.270	330.548	346.818
9.2 Unconsolidated associates		6.320	-	6.320
9.2.1 Financial investments		-	-	-
9.2.2 Non-financial investments		6.320	-	6.320
X. INVESTMENTS IN SUBSIDIARIES (Net)	(8)	52.178	-	52.178
10.1 Unconsolidated financial subsidiaries		-	-	-
10.2 Unconsolidated non-financial subsidiaries		52.178	-	52.178
XI. JOINT VENTURES (Net)	(9)	-	-	-
11.1 Accounted for under equity method		-	-	-
11.2 Unconsolidated joint ventures		-	-	-
11.2.1 Financial joint ventures		-	-	-
11.2.2 Non-financial joint ventures		-	-	-
XII. FINANCE LEASE RECEIVABLES (Net)	(10)	626.642	2.044.611	2.671.253
12.1 Finance lease receivables		788.528	2.378.704	3.167.232
12.2 Operating lease receivables		-	-	-
12.3 Other		-	-	-
12.4 Unearned income (-)		161.886	334.093	495.979
XIII. DERIVATIVE FIN. ASSETS HELD FOR RISK MANAGEMENT	(11)	-	-	-
13.1 Fair value risk hedging		-	-	-
13.2 Cash flow risk hedging		-	-	-
13.3 Net foreign investment risk hedging		-	-	-
XIV. TANGIBLE ASSETS (Net)		3.658.962	92.638	3.751.600
XV. INTANGIBLE ASSETS (Net)		120.393	22.702	143.095
15.1 Goodwill		-	-	-
15.2 Other		120.393	22.702	143.095
XVI. INVESTMENT PROPERTIES (Net)	(12)	905.720	4.658	910.378
XVII. TAX ASSETS	(13)	87.747	6.296	94.043
17.1 Current tax assets		2.841	4.021	6.862
17.2 Deferred tax assets		84.906	2.275	87.181
XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(14)	790	-	790
18.1 Held for sale purpose		790	-	790
18.2 Held from discontinued operations		-	-	-
XIX. OTHER ASSETS	(15)	2.630.828	395.429	3.026.257
TOTAL ASSETS		204.691.608	107.528.148	312.219.756

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

		Reviewed			
		Current Period			
		31 March 2018			
LIABILITIES	Note	TRY	FC	TOTAL	
I. DEPOSITS	(1)	119.805.764	80.644.433	200.450.197	
II. FUNDS BORROWED	(3)	1.515.344	17.127.384	18.642.728	
III. MONEY MARKET BORROWINGS		36.098.238	7.886.173	43.984.411	
IV. SECURITIES ISSUED (Net)	(4)	3.871.871	8.942.564	12.814.435	
4.1 Bills		3.746.247	-	3.746.247	
4.2 Assets Backed Securities		125.624	-	125.624	
4.3 Bonds		-	8.942.564	8.942.564	
V. FUNDS	(5)	2.673.019	-	2.673.019	
5.1 Borrower Funds		510	-	510	
5.2 Other		2.672.509	-	2.672.509	
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	
VII. DERIVATIVE FINANCIAL ASSETS	(2)	139	120.553	120.692	
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		139	120.553	120.692	
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	
VIII. FACTORING LIABILITIES		2.509	713	3.222	
IX. LEASE LIABILITIES	(7)	-	-	-	
9.1 Financial Lease		-	-	-	
9.2 Operating Lease		-	-	-	
9.3 Other		-	-	-	
9.4 Deferred Financial Lease Expenses (-)		-	-	-	
X. PROVISIONS	(9)	3.359.626	14.128	3.373.754	
10.1 Restructuring Provisions		-	-	-	
10.2 Reserve for Employee Benefits		881.630	7.786	889.416	
10.3 Insurance for Technical Provision(Net)		1.906.841	-	1.906.841	
10.4 Other Provisions		571.155	6.342	577.497	
XI. CURRENT TAX LIABILITY	(10)	777.346	2.804	780.150	
XII. DEFERRED TAX LIABILITIES	(10)	267.888	2.152	270.040	
XIII. LIABILITIES FOR PROPERTY AND EQUIPMENT HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)	(11)	-	-	-	
13.1 Held for Sale Purpose		-	-	-	
13.2 Related to Discontinued Operations		-	-	-	
XIV. SUBORDINATED DEBT INSTRUMENTS	(12)	1.002.593	-	1.002.593	
14.1 Loans		-	-	-	
14.2 Other Debt Instruments		1.002.593	-	1.002.593	
XV. OTHER LIABILITIES	(6)	15.886.635	840.828	16.727.463	
XVI. SHAREHOLDERS' EQUITY	(13)	26.751.537	(43.422)	26.708.115	
16.1 Paid in Capital		1.250.000	-	1.250.000	
16.2 Capital Reserves		1.100.334	39	1.100.373	
16.2.1 Share Premium		39.737	-	39.737	
16.2.2 Share Cancellation Profits		-	-	-	
16.2.3 Other Capital Reserves		1.060.597	39	1.060.636	
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		2.238.141	275	2.238.416	
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		(482.149)	(465.088)	(947.237)	
16.5 Profit Reserves		16.900.755	200.672	17.101.427	
16.5.1 Legal Reserves		1.750.384	8.559	1.758.943	
16.5.2 Status Reserves		-	-	-	
16.5.3 Extraordinary Reserves		15.103.229	27.317	15.130.546	
16.5.4 Other Profit Reserves		47.142	164.796	211.938	
16.6 Income or (Loss)		5.535.106	216.988	5.752.094	
16.6.1 Prior Periods' Income or (Loss)		4.607.175	203.016	4.810.191	
16.6.2 Current Period Income or (Loss)		927.931	13.972	941.903	
16.7 Minority Shares		209.350	3.692	213.042	
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		212.012.509	115.538.310	327.550.819	

Accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 31 DECEMBER 2017

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

		Audited		
		Prior period		
		31 December 2017		
LIABILITIES AND SHAREHOLDERS' EQUITY	Note	TRY	FC	Total
I. DEPOSITS	(1)	116.559.965	76.710.656	193.270.621
1.1 Deposits Held by the Risk Group of the Bank		21.534	8	21.542
1.2 Other		116.538.431	76.710.648	193.249.079
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(2)	146	150.527	150.673
III. FUNDS BORROWED	(3)	1.436.861	18.621.623	20.058.484
IV. MONEY MARKET BALANCES		29.615.560	5.387.762	35.003.322
4.1 Interbank money market borrowings		29.030.813	1.247.014	30.277.827
4.2 Takasbank (Clearing & Settlement Bank) Money Market takings		377.295	-	377.295
4.3 Funds from repurchase agreements		207.452	4.140.748	4.348.200
V. MARKETABLE SECURITIES ISSUED (Net)	(4)	3.381.225	8.640.905	12.022.130
5.1 Treasury bills		3.280.789	-	3.280.789
5.2 Asset-backed securities		100.436	-	100.436
5.3 Bonds		-	8.640.905	8.640.905
VI. FUNDS	(5)	2.724.634	-	2.724.634
6.1 Borrower Funds		860	-	860
6.2 Other		2.723.774	-	2.723.774
VII. SUNDRY CREDITORS		3.678.813	179.545	3.858.358
VIII. OTHER LIABILITIES	(6)	11.476.631	526.985	12.003.616
IX. FACTORING PAYABLES		2.307	755	3.062
X. FINANCE LEASE PAYABLES	(7)	-	-	-
10.1 Finance lease payables		-	-	-
10.2 Operating lease payables		-	-	-
10.3 Other		-	-	-
10.4 Deferred finance lease expenses (-)		-	-	-
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT	(8)	-	-	-
11.1 Fair value risk hedging		-	-	-
11.2 Cash flow risk hedging		-	-	-
11.3 Net foreign investment risk hedging		-	-	-
XII. PROVISIONS	(9)	5.299.348	40.741	5.340.089
12.1 General loan provisions		2.288.701	28.456	2.317.157
12.2 Restructuring provisions		-	-	-
12.3 Employee benefits provisions		854.242	6.198	860.440
12.4 Insurance technical reserves (Net)		1.810.804	-	1.810.804
12.5 Other provisions		345.601	6.087	351.688
XIII. TAX LIABILITIES	(10)	1.244.449	7.244	1.251.693
13.1 Current tax liabilities		672.431	5.092	677.523
13.2 Deferred tax liabilities		572.018	2.152	574.170
XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(11)	-	-	-
14.1 Held for sale purpose		-	-	-
14.2 Held from discontinued operations		-	-	-
XV. SUBORDINATED LOAN	(12)	1.004.385	-	1.004.385
XVI. SHAREHOLDERS' EQUITY	(13)	25.378.161	150.528	25.528.689
16.1 Paid-in capital		1.250.000	-	1.250.000
16.2 Capital reserves		3.088.739	(240.647)	2.848.092
16.2.1 Share Premium		39.737	-	39.737
16.2.2 Share cancellation profits		-	-	-
16.2.3 Marketable securities revaluation fund		(366.800)	(240.961)	(607.761)
16.2.4 Tangible assets revaluation reserves		2.253.371	275	2.253.646
16.2.5 Intangible assets revaluation reserves		-	-	-
16.2.6 Revaluation reserves of investment properties		-	-	-
16.2.7 Bonus shares of subsidiaries, associates and joint ventures		4.723	-	4.723
16.2.8 Hedging Funds (effective portion)		-	-	-
16.2.9 Value Increase on Assets Held for Sale		-	-	-
16.2.10 Other capital reserves		1.157.708	39	1.157.747
16.3 Profit reserves		16.900.753	180.650	17.081.403
16.3.1 Legal reserves		1.750.382	8.559	1.758.941
16.3.2 Statutory reserves		-	-	-
16.3.3 Extraordinary reserves		15.103.229	27.317	15.130.546
16.3.4 Other profit reserves		47.142	144.774	191.916
16.4 Profit/Loss		3.932.096	206.974	4.139.070
16.4.1 Prior years' profits/losses		(4.150)	104.981	100.831
16.4.2 Period profit/loss		3.936.246	101.993	4.038.239
16.5 Minority shares		206.573	3.551	210.124
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		201.802.485	110.417.271	312.219.756

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 31 MARCH 2018

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

II. CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS

		Reviewed		
		Current Period		
		31 March 2018		
OFF BALANCE SHEET	Note	TRY	FC	TOTAL
A.	COMMITMENTS AND CONTINGENCIES (I+II+III)	62.851.801	66.329.458	129.181.259
I.	GUARANTEES AND SURETIES	(1) 31.730.752	32.948.739	64.679.491
1.1	Letters of guarantee	30.378.919	24.389.200	54.768.119
1.1.1	Guarantees subject to public procurement law	1.735.876	11.238.898	12.974.774
1.1.2	Guarantees given for foreign trade operations	-	49.447	49.447
1.1.3	Other letters of guarantee	28.643.043	13.100.855	41.743.898
1.2	Bank loans	4.204	4.232.806	4.237.010
1.2.1	Import acceptances	-	182.833	182.833
1.2.2	Other bank acceptances	4.204	4.049.973	4.054.177
1.3	Letters of credit	49.352	4.201.576	4.250.928
1.3.1	Documentary letters of credit	49.352	4.201.576	4.250.928
1.3.2	Other letters of credit	-	-	-
1.4	Guaranteed refinancing	-	-	-
1.5	Endorsements	-	-	-
1.5.1	Endorsements to Central Bank of the Republic of Turkey	-	-	-
1.5.2	Other Endorsements	-	-	-
1.6	Purchase guarantees on marketable security issuance	-	-	-
1.7	Factoring guarantees	-	-	-
1.8	Other guarantees	1.298.277	125.157	1.423.434
1.9	Other sureties	-	-	-
II.	COMMITMENTS	(1) 23.595.275	1.808.923	25.404.198
2.1	Irrevocable commitments	23.582.084	833.168	24.415.252
2.1.1	Forward asset purchase commitments	84.632	92.127	176.759
2.1.2	Forward deposit purchase and sale commitments	-	-	-
2.1.3	Capital commitments to subsidiaries and associates	-	-	-
2.1.4	Loan granting commitments	4.250.232	532.079	4.782.311
2.1.5	Securities underwriting commitments	-	-	-
2.1.6	Payment commitments for reserve deposits	-	-	-
2.1.7	Payment commitments for Cheques	3.606.269	-	3.606.269
2.1.8	Tax and fund liabilities from export commitments	38.679	-	38.679
2.1.9	Commitments for credit card expenditure limits	11.997.053	39.584	12.036.637
2.1.10	Commitments for credit cards and banking services promotions	34.074	-	34.074
2.1.11	Receivables from short sale commitments	-	-	-
2.1.12	Payables for short sale commitments	-	-	-
2.1.13	Other irrevocable commitments	3.571.145	169.378	3.740.523
2.2	Revocable commitments	13.191	975.755	988.946
2.2.1	Revocable loan granting commitments	-	831.594	831.594
2.2.2	Other revocable commitments	13.191	144.161	157.352
III.	DERIVATIVE FINANCIAL INSTRUMENTS	7.525.774	31.571.796	39.097.570
3.1	Derivative financial instruments held for risk management	-	-	-
3.1.1	Fair value risk hedging transactions	-	-	-
3.1.2	Cash flow risk hedging transactions	-	-	-
3.1.3	Net foreign investment risk hedging transactions	-	-	-
3.2	Transactions for trading	7.525.774	31.571.796	39.097.570
3.2.1	Forward foreign currency buy/sell transactions	2.477.697	7.873.980	10.351.677
3.2.1.1	Forward foreign currency transactions-buy	1.249.249	5.415.398	6.664.647
3.2.1.2	Forward foreign currency transactions-sell	1.228.448	2.458.582	3.687.030
3.2.2	Currency and interest rate swaps	3.292.091	18.693.617	21.985.708
3.2.2.1	Currency swap-buy	1.213.248	4.158.832	5.372.080
3.2.2.2	Currency swap-sell	2.078.843	3.135.221	5.214.064
3.2.2.3	Interest rate swap-buy	-	5.699.782	5.699.782
3.2.2.4	Interest Rate swap-sell	-	5.699.782	5.699.782
3.2.3	Currency, interest rate and marketable securities options	1.755.986	1.978.649	3.734.635
3.2.3.1	Currency call options	878.163	989.146	1.867.309
3.2.3.2	Currency put options	877.823	989.503	1.867.326
3.2.3.3	Interest rate call options	-	-	-
3.2.3.4	Interest rate put options	-	-	-
3.2.3.5	Marketable securities call options	-	-	-
3.2.3.6	Marketable securities put options	-	-	-
3.2.4	Currency futures	-	-	-
3.2.4.1	Currency futures-buy	-	-	-
3.2.4.2	Currency futures-sell	-	-	-
3.2.5	Interest rate buy/sell futures	-	-	-
3.2.5.1	Interest rate futures-buy	-	-	-
3.2.5.2	Interest rate futures-sell	-	-	-
3.2.6	Other	-	3.025.550	3.025.550
B.	CUSTODY AND PLEDGED ASSETS (IV+V+VI)	866.700.268	231.725.913	1.098.426.181
IV.	CUSTODIES	413.778.237	31.424.632	445.202.869
4.1	Assets under management	-	-	-
4.2	Custody marketable securities	184.552.766	608.878	185.161.644
4.3	Cheques in collection process	15.883.012	24.331.970	40.214.982
4.4	Commercial notes in collection process	205.092.776	496.234	205.589.010
4.5	Other assets in collection process	-	-	-
4.6	Underwritten securities	-	-	-
4.7	Other custodies	4.356.839	168.396	4.525.235
4.8	Custodians	3.892.844	5.819.154	9.711.998
V.	PLEDGED ASSETS	452.922.031	200.301.281	653.223.312
5.1	Marketable securities	5.236.905	605.330	5.842.235
5.2	Collateral notes	7.641.823	986.227	8.628.050
5.3	Commodity	25.813	150.815	176.628
5.4	Warranty	-	-	-
5.5	Land and buildings	335.942.571	169.348.636	505.291.207
5.6	Other pledged assets	65.784.668	25.766.931	91.551.599
5.7	Pledges	38.290.251	3.443.342	41.733.593
VI.	ACCEPTED BILL GUARANTEES AND SURETIES	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		929.552.069	298.055.371	1.227.607.440

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 31 DECEMBER 2017

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

II. CONSOLIDATED STATEMENT OF OFF BALANCE SHEET ITEMS

		Audited		
		Prior period		
		31 December 2017		
OFF BALANCE SHEET	Note	TRY	FC	Total
A. COMMITMENTS AND CONTINGENCIES (I+II+III)		55.825.715	59.017.870	114.843.585
I. GUARANTEES AND SURETIES	(1)	28.091.702	30.695.956	58.787.658
1.1 Letters of guarantee		26.885.534	22.774.574	49.660.108
1.1.1 Guarantees subject to public procurement law		1.522.672	10.045.779	11.568.451
1.1.2 Guarantees given for foreign trade operations		-	24.183	24.183
1.1.3 Other letters of guarantee		25.362.862	12.704.612	38.067.474
1.2 Bank loans		16.829	3.676.678	3.693.507
1.2.1 Import acceptances		-	226.526	226.526
1.2.2 Other bank acceptances		16.829	3.450.152	3.466.981
1.3 Letters of credit		47.204	4.100.917	4.148.121
1.3.1 Documentary letters of credit		47.204	4.100.917	4.148.121
1.3.2 Other letters of credit		-	-	-
1.4 Guaranteed refinancing		-	-	-
1.5 Endorsements		-	-	-
1.5.1 Endorsements to Central Bank of the Republic of Turkey		-	-	-
1.5.2 Other Endorsements		-	-	-
1.6 Purchase guarantees on marketable security issuance		-	-	-
1.7 Factoring guarantees		-	-	-
1.8 Other guarantees		1.142.135	143.787	1.285.922
1.9 Other sureties		-	-	-
II. COMMITMENTS	(1)	22.879.077	2.235.117	25.114.194
2.1 Irrevocable commitments		22.879.077	1.310.028	24.189.105
2.1.1 Forward asset purchase commitments		248.484	661.967	910.451
2.1.2 Forward deposit purchase and sale commitments		-	-	-
2.1.3 Capital commitments to subsidiaries and associates		-	-	-
2.1.4 Loan granting commitments		4.191.402	493.963	4.685.365
2.1.5 Securities underwriting commitments		-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-
2.1.7 Payment commitments for Cheques		3.269.281	-	3.269.281
2.1.8 Tax and fund liabilities from export commitments		38.072	-	38.072
2.1.9 Commitments for credit card expenditure limits		11.562.109	37.787	11.599.896
2.1.10 Commitments for credit cards and banking services promotions		32.736	-	32.736
2.1.11 Receivables from short sale commitments		-	-	-
2.1.12 Payables for short sale commitments		-	-	-
2.1.13 Other irrevocable commitments		3.536.993	116.311	3.653.304
2.2 Revocable commitments		-	925.089	925.089
2.2.1 Revocable loan granting commitments		-	57.071	57.071
2.2.2 Other revocable commitments		-	868.018	868.018
III. DERIVATIVE FINANCIAL INSTRUMENTS		4.854.936	26.086.797	30.941.733
3.1 Derivative financial instruments held for risk management		-	-	-
3.1.1 Fair value risk hedging transactions		-	-	-
3.1.2 Cash flow risk hedging transactions		-	-	-
3.1.3 Net foreign investment risk hedging transactions		-	-	-
3.2 Transactions for trading		4.854.936	26.086.797	30.941.733
3.2.1 Forward foreign currency buy/sell transactions		2.711.228	6.374.073	9.085.301
3.2.1.1 Forward foreign currency transactions-buy		1.359.880	4.498.627	5.858.507
3.2.1.2 Forward foreign currency transactions-sell		1.351.348	1.875.446	3.226.794
3.2.2 Currency and interest rate swaps		1.353.630	15.891.963	17.245.593
3.2.2.1 Currency swap-buy		418.414	2.843.148	3.261.562
3.2.2.2 Currency swap-sell		935.216	2.162.053	3.097.269
3.2.2.3 Interest rate swap-buy		-	5.443.381	5.443.381
3.2.2.4 Interest Rate swap-sell		-	5.443.381	5.443.381
3.2.3 Currency, interest rate and marketable securities options		790.078	1.090.343	1.880.421
3.2.3.1 Currency call options		394.932	545.279	940.211
3.2.3.2 Currency put options		395.146	545.064	940.210
3.2.3.3 Interest rate call options		-	-	-
3.2.3.4 Interest rate put options		-	-	-
3.2.3.5 Marketable securities call options		-	-	-
3.2.3.6 Marketable securities put options		-	-	-
3.2.4 Currency futures		-	-	-
3.2.4.1 Currency futures-buy		-	-	-
3.2.4.2 Currency futures-sell		-	-	-
3.2.5 Interest rate buy/sell futures		-	-	-
3.2.5.1 Interest rate futures-buy		-	-	-
3.2.5.2 Interest rate futures-sell		-	-	-
3.2.6 Other		-	2.730.418	2.730.418
B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)		835.132.210	209.876.872	1.045.009.082
IV. CUSTODIES		394.414.878	29.275.633	423.690.511
4.1 Assets under management		-	-	-
4.2 Custody marketable securities		177.566.380	518.467	178.084.847
4.3 Cheques in collection process		15.489.840	22.716.178	38.206.018
4.4 Commercial notes in collection process		193.733.321	491.087	194.224.408
4.5 Other assets in collection process		-	-	-
4.6 Underwritten securities		-	-	-
4.7 Other custodies		4.136.680	127.221	4.263.901
4.8 Custodians		3.488.657	5.422.680	8.911.337
V. PLEDGED ASSETS		440.717.332	180.601.239	621.318.571
5.1 Marketable securities		4.512.526	571.558	5.084.084
5.2 Collateral notes		7.261.444	911.790	8.173.234
5.3 Commodity		25.813	145.204	171.017
5.4 Warranty		-	-	-
5.5 Land and buildings		324.029.119	151.762.384	475.791.503
5.6 Other pledged assets		67.075.089	23.900.616	90.975.705
5.7 Pledges		37.813.341	3.309.687	41.123.028
VI. ACCEPTED BILL GUARANTEES AND SURETIES		-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		890.957.925	268.894.742	1.159.852.667

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

III. CONSOLIDATED STATEMENT OF INCOME

		Reviewed Current Period
		1 January- 31 March 2018
INCOME AND EXPENSES	Note	
I. INTEREST INCOME	(1)	7.110.766
1.1 Interest on Loans		5.764.492
1.2 Interest on Reserve Requirements		36.493
1.3 Interest on Banks		100.207
1.4 Interest on Money Market Transactions		11.388
1.5 Interest on Marketable Securities Portfolio		1.075.146
1.5.1 Fair Value Through Profit or Loss		2.623
1.5.2 Fair Value Through Other Comprehensive Income		434.792
1.5.3 Measured at Amortized Cost		637.731
1.6 Financial Lease Income		57.339
1.7 Other Interest Income		65.701
II. INTEREST EXPENSE (-)	(2)	4.966.637
2.1 Interest on Deposits		3.704.123
2.2 Interest on Funds Borrowed		161.105
2.3 Interest Expense on Money Market Transactions		787.569
2.4 Interest on Securities Issued		250.617
2.5 Other Interest Expense		63.223
III. NET INTEREST INCOME (I - II)		2.144.129
IV. NET FEES AND COMMISSIONS INCOME		395.941
4.1 Fees and Commissions Received		553.290
4.1.1 Non – cash Loans		118.669
4.1.2 Other		434.621
4.2 Fees and Commissions Paid (-)		157.349
4.2.1 Non – cash Loans		840
4.2.2 Other		156.509
V. PERSONNEL EXPENSE (-)		(599.376)
VI. DIVIDEND INCOME		85
VII. TRADING INCOME / LOSS (Net)	(3)	37.061
7.1 Trading Gains / (Losses) on Securities		11.025
7.2 Gains / (Losses) on Derivate Financial Transactions		61.152
7.3 Foreign Exchange Gains / (Losses)		(35.116)
VIII. OTHER OPERATING INCOME	(4)	583.284
IX. GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)		2.561.124
X. EXPECTED LOSS PROVISIONS (-)	(5)	473.768
XI. OTHER OPERATING EXPENSES (-)	(6)	915.495
XII. NET OPERATING INCOME /LOSS (IX-X-XI)		1.171.861
XIII. EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER INCOME / (LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD		-
XIV. INCOME / (LOSS) ON NET MONETARY POSITION		6.522
XV. PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XII+...+XV)		-
XVII. TAX PROVISIONS FOR CONTINUED OPERATIONS (±)	(7)	1.178.383
17.1 Current Tax Provision	(8)	(233.586)
17.2 Deferred Tax Income Effect (+)		(101.988)
17.3 Deferred Tax Expense Effect (-)		(198.177)
XVIII. CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVI±XVII)	(9)	66.579
XIX. INCOME FROM DISCONTINUED OPERATIONS		944.797
19.1 Income from non- Current Assets Held for Sale		-
19.2 Profit from Sales of Associates, Subsidiaries and Joint Ventures		-
19.3 Income from Other Discontinued Operations		-
XX. EXPENSES FOR DISCONTINUED OPERATIONS (-)		-
20.1 Expenses for Non-current Assets Held for Sale		-
20.2 Loss from Sales of Associates, Subsidiaries and Joint Ventures		-
20.3 Expenses for Other Discontinued Operations		-
XXI. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX-XX)		-
XXII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-
22.1 Current Tax Provision		-
22.2 Deferred Tax Expense Effect (+)		-
22.3 Deferred Tax Income Effect (-)		-
XXIII. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XXI±XXII)		-
XXIV. NET PROFIT/(LOSS) (XVIII+XXIII)	(10)	944.797
24.1 Profit / (Loss) of Group		941.903
24.2 Profit / (Loss) of Minority Shares (-)		2.894
Profit / (Loss) Per Share		0,75352

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME AS OF 31 MARCH 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

III. CONSOLIDATED STATEMENT OF INCOME

		Reviewed
		Prior period
		1 January- 31 March 2017
INCOME AND EXPENSES	Note	
I. INTEREST INCOME	(1)	5.306.440
1.1 Interest on loans		4.090.831
1.2 Interest received from reserve deposits		22.036
1.3 Interest received from banks		46.225
1.4 Interest received from money market placements		12.362
1.5 Interest income on marketable securities		1.040.717
1.5.1 Financial assets held for trading		481
1.5.2 Financial assets at fair value through profit and loss		-
1.5.3 Financial assets available-for-sale		413.769
1.5.4 Investments held-to-maturity		626.467
1.6 Finance lease income		44.177
1.7 Other interest income		50.092
II. INTEREST EXPENSE	(2)	2.904.784
2.1 Interest on deposits		2.097.023
2.2 Interest on borrowings		138.664
2.3 Interest on money market borrowings		434.593
2.4 Interest on bonds issued		196.162
2.5 Other interest expense		38.342
III. NET INTEREST INCOME [I – II]		2.401.656
IV. NET FEES AND COMMISSIONS INCOME		505.156
4.1 Fees and commissions income		636.900
4.1.1 Non-cash loans		91.352
4.1.2 Other		545.548
4.2 Fees and commissions expenses		131.744
4.2.1 Non-cash loans		675
4.2.2 Other		131.069
V. DIVIDEND INCOME		204
VI. NET TRADING PROFIT (NET)	(3)	75.423
6.1 Profit/loss from capital market operations		9.248
6.2 Profit/loss from financial derivative transactions		(143.551)
6.3 Foreign exchange gains/losses		209.726
VII. OTHER OPERATING INCOME	(4)	475.531
VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)		3.457.970
IX. IMPAIRMENT LOSSES ON LOANS AND OTHER RECEIVABLES (-)	(5)	479.129
X. OTHER OPERATING EXPENSES(-)	(6)	1.270.539
XI. NET OPERATING INCOME/(LOSS) (VIII-IX-X)		1.708.302
XII. AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER		-
XIII. PROFIT/LOSSES FROM SUBSIDIARIES ACCOUNTED FOR AT EQUITY METHOD		5.048
XIV. GAIN / (LOSS) ON NET MONETARY POSITION		-
XV. INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)	(7)	1.713.350
XVI. TAX INCOME PROVISION (±)	(8)	(356.705)
16.1 Current tax charge		(305.359)
16.2 Deferred tax (charge) / benefit		(51.346)
XVII. NET OPERATING INCOME AFTER TAX (XV±XVI)	(9)	1.356.645
XVIII. INCOME FROM DISCONTINUED OPERATIONS		-
18.1 Property and equipment income held for sale		-
18.2 Sale profits from associates, subsidiaries and joint ventures (business partners)		-
18.3 Other income from terminated operations		-
XIX. EXPENSES FROM DISCONTINUED OPERATIONS (-)		-
19.1 Property and equipment expense held for sale		-
19.2 Sale losses from associates, subsidiaries and joint ventures (business partners)		-
19.3 Other expenses from discontinued operations		-
XX. INCOME/EXPENSE BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)		-
XXI. PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)		-
21.1 Current tax charge		-
21.2 Deferred tax charge		-
XXII. NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)		-
XXIII. NET PROFIT/(LOSS) (XVII+XXII)	(10)	1.356.645
23.1 Group's profit/loss		1.352.675
23.2 Minority shares profit/loss		3.970
Earnings/losses per share (Full TRY)		1,08214

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS
ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

IV. CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY

	Reviewed
	Current Period
	1 January –
	31 Mart 2018
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	
I. CURRENT PERIOD INCOME/LOSS	944.797
II. OTHER COMPREHENSIVE INCOME	(343.951)
2.1 Not Reclassified Through Profit or Loss	(4.486)
2.1.1 Property and Equipment Revaluation Increase/Decrease	(4.984)
2.1.2 Intangible Assets Revaluation Increase/Decrease	-
2.1.3 Defined Benefit Pension Plan Remeasurement Gain/Loss	-
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-
2.1.5 Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	498
2.2 Reclassified Through Profit or Loss	(339.465)
2.2.1 Foreign Currency Translation Differences	23.790
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	(330.789)
2.2.3 Cash Flow Hedge Income/Loss	-
2.2.4 Foreign Net Investment Hedge Income/Loss	-
2.2.5 Other Comprehensive Income Items Reclassified Through Profit or Loss	-
2.2.6 Tax Related Other Comprehensive Income Items Reclassified Through Profit or Loss	(32.466)
III. TOTAL COMPREHENSIVE INCOME (I+II)	600.846

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS
ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS OF 31 MARCH 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

IV. CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY

	Reviewed
	Prior period
	1 January- 31 March 2017
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	193.625
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	21.972
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	20.562
V. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR CASH FLOW HEDGE PURPOSES (Effective portion of fair value differences)	-
VI. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGE OF NET INVESTMENTS IN FOREIGN OPERATIONS (Effective portion of fair value differences)	-
VII. THE EFFECT OF CORRECTIONS OF ERRORS AND CHANGES IN ACCOUNTING POLICIES	-
VIII. OTHER PROFIT LOSS ITEMS ACCOUNTED FOR UNDER EQUITY DUE TO TAS	81.781
IX. DEFERRED TAX ON VALUATION DIFFERENCES	(13.474)
X. TOTAL NET PROFIT/LOSS ACCOUNTED FOR UNDER EQUITY (I+II+...+IX)	304.466
XI. PROFIT/LOSS	1.356.645
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	8.737
11.2 Reclassification and transfer of derivatives accounted for cash flow hedge purposes to income statement	-
11.3 Transfer of hedge of net investments in foreign operations to income statement	-
11.4 Other	1.347.908
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)	1.661.111

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Reviewed (1 January – 31 March 2018)	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss						Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss						Total Equity		Total Equity	
	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Accumulated Revaluation Increase/Decrease of Fixed Assets	Accumulated Remeasurement Gain/Loss of Defined Benefit Pension Plan	Other(Shares of Investments Valued by Equity Method in Other Comprehensive Income Not Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Not Reclassified Through Profit or Loss)	Foreign Currency Translation Differences	Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income	Other (Cash Flow Hedge Gain/Loss, Shares of Investments Valued by Equity Method in Other Comprehensive Income Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Reclassified Through Profit or Loss)	Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Expect Minority Shares		Minority Shares
I. Prior Period End Balance	1.250.000	39.737	-	1.173.214	2.253.646	(10.744)	-	52.631	(660.392)	-	17.081.403	4.139.070	-	25.318.565	210.124	25.528.689
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	670.851	-	670.851	4	670.855
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	670.851	-	670.851	4	670.855
III. Adjusted Beginning Balance (I+II)	1.250.000	39.737	-	1.173.214	2.253.646	(10.744)	-	52.631	(660.392)	-	17.081.403	4.809.921	-	25.989.416	210.128	26.199.544
IV. Total Comprehensive Income	-	-	-	-	(4.486)	-	-	23.790	(363.266)	-	-	-	941.903	597.941	2.905	600.846
V. Capital Increase by Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase by Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Paid in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds to Share	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / Decrease by Other Changes	-	-	-	(112.578)	-	-	-	-	-	-	20.024	270	-	(92.284)	9	(92.275)
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)	1.250.000	39.737	-	1.060.636	2.249.160	(10.744)	-	76.421	(1.023.658)	-	17.101.427	4.810.191	941.903	26.495.073	213.042	26.708.115

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 31 MARCH 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Reviewed	Note	Paid in capital	Effect of inflation adjustments on paid in capital	Share premium	Share certificate cancellation profit	Legal reserves	Statutory reserves	Extra-ordinary reserves	Other reserves	Current period net income/(loss)	Prior period net income/(loss)	Valuation changes in marketable sec.	Revaluation changes in prop. and equip. and int. assets	Bonus shares from shareholders	Hedging funds	Value change in pro. and equip. held for sale purp./term. op.f.	Total Shareholder's equity		
																	Minority Shares	Total shareholders' equity	
I. 1 January 2017 – 31 March 2017																			
Balance at end of prior period		1.250.000	1.220.451	39.737	- 1.562.172	-	-	12.956.536	33.837	2.533.607	166.949	(718.928)	2.107.278	4.723	-	-	21.156.362	213.158	21.369.520
Changes within the period		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
II. Increase/decrease generated by merger		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation changes in marketable securities		-	-	-	-	-	-	-	-	-	-	181.262	-	-	-	-	181.262	(12)	181.250
IV. Hedging funds (effective portion)		-	-	-	-	-	-	-	(22.404)	-	-	-	-	-	-	-	(22.404)	-	(22.404)
4.1 Cash-flow hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Hedges for investment made in foreign countries		-	-	-	-	-	-	-	(22.404)	-	-	-	-	-	-	-	(22.404)	-	(22.404)
V. Revaluation changes of property and equipment		-	-	-	-	-	-	-	-	-	-	-	20.873	-	-	-	20.873	-	20.873
VI. Revaluation changes of intangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares from investment and associates, subsidiaries and joint ventures (business partners).		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign exchange differences		-	-	-	-	-	-	-	20.437	-	-	-	-	-	-	-	20.437	125	20.562
IX. Changes after disposal of securities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes after reclassification of securities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effect of changes in shareholders equity of investments and associates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Increase in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1 Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 From internal resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Issuance of share certificates at end of period		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Share cancellation profits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Adjustment to paid-in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Other⁽¹⁾		-	-	-	-	921	-	3	54.953	-	24.343	-	-	-	-	-	80.220	1.561	81.781
XVII. Net profit or losses		-	-	-	-	-	-	-	-	1.352.675	-	-	-	-	-	-	1.352.675	3.970	1.356.645
XVIII. Profit distribution		-	-	-	-	-	-	-	-	(2.533.607)	2.533.607	-	-	-	-	-	-	-	-
18.1 Dividends distributed		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2 Transfers to legal reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.3 Other		-	-	-	-	-	-	-	-	(2.533.607)	2.533.607	-	-	-	-	-	-	-	-
Period End Balance		1.250.000	1.220.451	39.737	- 1.563.093	-	-	12.956.539	86.823	1.352.675	2.724.899	(537.666)	2.128.151	4.723	-	-	22.789.425	218.802	23.008.227

⁽¹⁾ Due to change in group shares.

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CASH FLOWS AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

VI. CONSOLIDATED STATEMENT OF CASH FLOWS

		Reviewed
		Current Period
		1 January-
		31 March 2018
		Note
A.	CASH FLOWS FROM BANKING OPERATIONS	
1.1	Operating profit before changes in operating assets and liabilities	(3.327.976)
1.1.1	Interest received	6.303.014
1.1.2	Interest paid	(4.726.733)
1.1.3	Dividend received	85
1.1.4	Fees and commissions received	558.624
1.1.5	Other income	405.770
1.1.6	Collections from previously written off loans	387.646
1.1.7	Cash payments to personnel and service suppliers	(606.242)
1.1.8	Taxes paid	(367.272)
1.1.9	Other	(5.282.868)
1.2	Assets and Liabilities Subject to Banking Operations	1.916.192
1.2.1	Net (increase) decrease in financial assets held for sale	(108.779)
1.2.2	Net (increase) decrease in financial assets at fair value through profit or loss	-
1.2.3	Net (increase) decrease in due from banks and other financial institutions	(1.631)
1.2.4	Net (increase) decrease in loans	(14.066.516)
1.2.5	Net (increase) decrease in other assets	(2.059.060)
1.2.6	Net increase (decrease) in bank deposits	322.750
1.2.7	Net increase (decrease) in other deposits	6.605.429
1.2.8	Net increase (decrease) in loans borrowed	(1.422.552)
1.2.9	Net increase (decrease) in matured payables	-
1.2.10	Net increase (decrease) in other liabilities	12.646.551
I.	Net cash provided from banking operations	(1.411.784)
B.	CASH FLOWS FROM INVESTMENT ACTIVITIES	
II.	Net cash provided from/ (used in) investing activities	(992.323)
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	(88.788)
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3	Fixed assets purchases	(570.785)
2.4	Fixed assets sales	69.309
2.5	Cash paid for purchase of financial assets at fair value through other comprehensive income	(2.005.756)
2.6	Cash obtained from sale of financial assets at fair value through other comprehensive income	1.333.185
2.7	Cash paid for purchase of investment securities	(595.057)
2.8	Cash obtained from sale of investment securities	858.117
2.9	Other	7.452
C.	CASH FLOWS FROM FINANCING ACTIVITIES	
III.	Net cash used in financing activities	820.484
3.1	Cash obtained from loans borrowed and securities issued	3.166.169
3.2	Cash used for repayment of loans borrowed and securities issued	(2.345.685)
3.3	Bonds issued	-
3.4	Dividends paid	-
3.5	Payments for finance leases	-
3.6	Other	-
IV.	Effect of change in foreign exchange rate on cash and cash equivalents	497.996
V.	Net increase / (decrease) in cash and cash equivalents	(1.085.627)
VI.	Cash and cash equivalents at beginning of the period	27.122.191
VII.	Cash and cash equivalents at end of the period	26.036.564

The accompanying notes are an integral part of these consolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CASH FLOWS AS OF 31 MARCH 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

VI. CONSOLIDATED STATEMENT OF CASH FLOWS

		Reviewed
		Prior period
		1 January –
Note		31 March 2017
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1	Operating profit before changes in operating assets and liabilities	1.707.571
1.1.1	Interest received	4.947.987
1.1.2	Interest paid	(2.965.340)
1.1.3	Dividend received	204
1.1.4	Fees and commissions received	636.900
1.1.5	Other income	395.115
1.1.6	Collections from previously written off loans	120.121
1.1.7	Cash payments to personnel and service suppliers	(519.999)
1.1.8	Taxes paid	(259.205)
1.1.9	Other	(648.212)
1.2	Assets and Liabilities Subject to Banking Operations	329.534
1.2.1	Net (increase) decrease in financial assets held for sale	46.276
1.2.2	Net (increase) decrease in financial assets at fair value through profit or loss	-
1.2.3	Net (increase) decrease in due from banks and other financial institutions	15.712
1.2.4	Net (increase) decrease in loans	(10.103.845)
1.2.5	Net (increase) decrease in other assets	(3.314.441)
1.2.6	Net increase (decrease) in bank deposits	(2.243.310)
1.2.7	Net increase (decrease) in other deposits	9.993.910
1.2.8	Net increase (decrease) in loans borrowed	(270.994)
1.2.9	Net increase (decrease) in matured payables	-
1.2.10	Net increase (decrease) in other liabilities	6.206.226
I.	Net cash provided from banking operations	2.037.105
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
II.	Net cash provided from/ (used in) investing activities	(2.674.978)
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	-
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3	Fixed assets purchases	(75.492)
2.4	Fixed assets sales	35.952
2.5	Cash paid for purchase of financial assets available for sale	(2.632.789)
2.6	Cash obtained from sale of financial assets available for sale	1.268.256
2.7	Cash paid for purchase of investment securities	(1.948.832)
2.8	Cash obtained from sale of investment securities	680.429
2.9	Other	(2.502)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III.	Net cash used in financing activities	803.170
3.1	Cash obtained from loans borrowed and securities issued	1.264.761
3.2	Cash used for repayment of loans borrowed and securities issued	(461.591)
3.3	Bonds issued	-
3.4	Dividends paid	-
3.5	Payments for finance leases	-
3.6	Other	-
IV.	Effect of change in foreign exchange rate on cash and cash equivalents	392.217
V.	Net increase / (decrease) in cash and cash equivalents	557.514
VI.	Cash and cash equivalents at beginning of the period	15.530.596
VII.	Cash and cash equivalents at end of the period	16.088.110

The accompanying notes are an integral part of these consolidated financial statements.